1875 CENTURY PARK EAST, SUITE 1790

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BEDFORD LAW GROUP, A PC

#### I. INTRODUCTION

Movant, Bedford Law Group, A PC filed an action in California Superior Court against Defendant, Thomas V. Girardi and his law firm, Girardi Keese Lawyers, in addition to eleven (11) other Defendants on August 31, 2020 for Breach of Contract and derivative actions thereto. Subsequently, Girardi Keese Lawyers filed for bankruptcy. Neither Thomas V. Girardi, nor the eleven (11) other Defendants in the state court action have filed for bankruptcy.

Movant respectfully requests that this Court enter an order granting Bedford Law Group, A PC's relief from the automatic stay to exercise its rights under California State Law and continue its litigation against Thomas V. Girardi and Girardi Keese Lawyers in the California State Court and for such other relief as this Court deems just and proper.

#### II. CALIFORNIA STATE LAW CLAIM

Plaintiff filed an action in California State Court on August 31, 2020 (Case No. 20STCV33498), against Thomas V. Girardi, Girardi Keese Lawyers and eleven (11) other Defendants, including, Tyson And Mendes LLP; Hinshaw & Culbertson LLP; Farmer Case & Fedor; James River Insurance Company; Infinity Property & Casualty Corporation; Uber Technologies, Inc.; Rasier, LLC, Rasier-Cal, LLC; Nelgar J. Carrera; Joe E. Nowotny; and Felix Arguelle.

Plaintiff alleges several causes of action including, (1) Breach of Contract, (2) Intentional Interference with Contractual Relations, (3) Negligent Interference with Prospective Economic Relations, (4) Breach of Duty of Good Faith and Fair Dealing, (5) Violation of California Business Code § 17200 et seq.; and (6) Declaratory Relief. Notably, causes of action two (2) Intentional Interference with Contractual Relations and three (3) Negligent Interference with Prospective Economic Relations, are <u>not</u> made against Thomas V. Girardi or Girardi Keese Lawyers.

Movant, Bedford Law Group, alleges that Movant and Thomas V. Girardi agreed to cocounsel on a civil case wherein Movant, Bedford Law Group, A PC, would receive twenty-five percent of any attorney's fees recovered. Bedford Law Group, A PC agreed to the fee split and Thomas V. Girardi confirmed the agreement in writing on April 14, 2016. On or about May 28,

2019, Girardi Keese Lawyers informed Bedford Law Group, A PC, that the case had settled in the amount of \$934,300.00. Bedford Law Group, A PC made a demand for twenty-five percent of the attorney's fees recovered. Girardi Keese Lawyers responded that, "Mr. Girardi's offer to provide you with a 25% fee was withdrawn . . ." In anticipation of Girardi Keese Lawyers' breach of contract, Bedford Law Group, A PC, filed a Notice of Lien with the State Court on June 22, 2017 and Girardi Keese Lawyers of the same. Movant contends that Girardi Keese Lawyers willfully withheld information regarding Bedford Law Group, A PC's lien on the case from paying insurance companies. Movant further alleges that all the settlement funds received in the underlying case have been paid and disbursed to the medical providers, the underlying plaintiff, and Girardi Keese Lawyers.

Movant alleges that Thomas V. Girardi and Girardi Keese Lawyers directed the paying insurance companies to omit Bedford Law Group, A PC from the settlement checks in exchange for an indemnification agreement. The paying insurance companies did, in fact, omit Bedford Law Group, A PC from the settlement checks in exchange for an indemnification agreement. To date, Girardi Keese Lawyers refuse to provide Bedford Law Group, A PC with twenty-five percent of the attorney's fees in the case.

Importantly, Movant alleges that Girardi V. Thomas and Girardi Keese Lawyers' conduct was an intentional and malicious component of a larger scheme to withhold payment from Movant, Bedford law Group, A PC and other similarly situated beneficiaries seeking payment of agreed upon attorney's fees and/or liens.

### III. BANKRUPTCY COURT MAY GRANT RELIEF FROM AN AUTOMATIC STAY FOR CAUSE PURSUANT TO 11 U.S.C. § 362(d)(1)

The mere filing of a petition in bankruptcy cannot, in and of itself, erase a plaintiff's claim, its opportunity to litigate, or the fact that the debtor may be liable to the plaintiff in some amount. *In re Bock Laundry Mach. Co.*, 37 B.R. 564, 567 (Bankr.N.D.Ohio 1984). *In re Wiley*, 288 B.R. 818, 822 (B.A.P. 8th Cir. 2003) Although Congress did not define cause, it intended that the automatic stay could be lifted to allow litigation involving the debtor to continue in a non-bankruptcy forum under certain circumstances. H.R.Rep No. 95–595, at 341 (1977); S.Rep. No. 95–989, at 50

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(1978) ("It will often be more appropriate to permit proceedings to continue in their place of origin, when no great prejudice to the bankruptcy estate would result, in order to leave the parties to their chosen forum and to relieve the bankruptcy court from duties that may be handled elsewhere."); see In re United Imports, Inc., 203 B.R. 162, 166 (Bankr.D.Neb.1996).

In making the determination of whether to grant relief from the stay, the court must balance the potential prejudice to the Debtor to the bankruptcy estate, and to the other creditors against the hardship to the moving party if it is not allowed to proceed in state court. *Internal Revenue Service* v. Robinson (In re Robinson), 169 B.R. 356, 359 (E.D.Va.1994); United Imports, 203 B.R. at 166; In re Marvin Johnson's Auto Service, Inc., 192 B.R. 1008, 1014 (Bankr.N.D.Ala.1996); Smith v. Tricare Rehabilitation Systems, Inc. (In re Tricare Rehabilitation Systems, Inc.), 181 B.R. 569, 572–73 (Bankr.N.D.Ala.1994). The factors used to balance the hardships are well established and include: (1) judicial economy; (2) trial readiness; (3) the resolution of preliminary bankruptcy issues; (4) the creditor's chance of success on the merits; and (5) the cost of defense or other potential burden to the bankruptcy estate and the impact of the litigation on other creditors. See United Imports, 203 B.R. at 167; In re Johnson, 115 B.R. 634, 636 (Bankr.D.Minn.1989); In re Curtis, 40 B.R. 795, 799-800 (Bankr.D.Utah 1984); see also e.g., Sonnax Indus, Inc. v. Tri Component Prods. Corp. (In re Sonnax Indus., Inc.), 907 F.2d 1280, 1286 (2d Cir.1990); Marvin Johnson's, 192 B.R. at 1014; Tricare, 181 B.R. at 573–74. It is not necessary that all factors be found in favor of the movant before the stay may be lifted. Smith v. Tricare Rehabilitation Systems, Inc. (In re Tricare Rehabilitation Systems, Inc.), 181 B.R. 569, 577 (Bankr.N.D.Ala.1994)).

### IV. JUDICIAL ECONOMY AND PREJUDICE TO MOVANT

The Bankruptcy Code's legislative history states that a desire to permit an action to proceed to completion in another tribunal may constitute a cause for relief from the automatic stay. H.R. Rep. No. 95-595, p. 343 (1977); 9B Am. Jur. 2d Bankruptcy § 1867.

In the instant case, neither Defendant, Thomas v. Girardi nor the 11 (eleven) other Defendants, have filed for bankruptcy. Furthermore, Plaintiff has two (2) causes of action that do not include Defendants, Thomas v. Girardi and Girardi Keese Lawyers. As such, denying Plaintiff's motion would result in a multiplicity of suits because the Bankruptcy Court does not have

jurisdiction over the other non-debtor Defendants as it pertains to the State Court Action. *See In re Westwood Broadcasting, Inc.*, 35 B.R. 47 (Bankr. D. Haw. 1983) [Relief has also been granted to avoid a multiplicity of suits, such as where creditors seeking relief from the automatic stay have brought suit in a state court not only against the debtors, but also against a non-debtor defendant.] To force Plaintiff to proceed first against only the non-debtor Defendants in the State Court Action and then subsequently proceed against Girardi Keese Lawyers would result in a multiplicity of suits involving unnecessary time and expense. *See In re Davis*, 91 B.R. 470 (Bankr. N.D. Ill. 1988) [The risk of inconsistent results and the duplication of layer and judicial effort is cause for relief from the automatic stay where a pending state court action is based on allegedly willful and malicious acts, the liability or which is non-dischargeable.]

Furthermore, in the interest of judicial economy, the State Court Claim is a state law claim for breach of contract and derivative actions thereto. As such, the expertise of the bankruptcy court is unnecessary and allowing the Action to proceed in State Court would relieve the Bankruptcy Court from its duties that can be handled elsewhere.

Moreover, Movant will be severely prejudiced if the stay is not lifted to allow Bedford Law Group, A PC to litigate its claims, not only against Thomas V. Girardi and Girardi Keese Lawyers, but eleven (11) other Defendants that conspired to withhold money from Movant. Judicial economy dictates that Movant's claims should be liquidated in their court of origin.

### V. TRIAL READINESS, PRELIMINARY BANKRUPTCY ISSUES AND CREDITOR SUCCESS ON THE MERITS

#### A. Trial Readiness

Although Movant's State Law Claim was filed in August 2020, Movant was logistically hindered from serving the Complaint in light of the ongoing pandemic. Furthermore, when Movant was in a position to serve the Complaint, Tomas V. Girardi and Girardi Keese Lawyers attempted to evade service. Nevertheless, the Complaint was served to Mr. Girardi and Girardi Keese Lawyers on December 4, 2020. Although discovery has just begun, Movant is entitled to pursue claims against the non-debtor Defendants and enforcing the automatic stay would only serve to delay adjudication of state law claims in which the Bankruptcy Court has no jurisdiction. Non-debtor

Defendants have alleged that they withheld Bedford Law Group, A PC's from settlement checks at the request of Mr. Girardi and/or Girardi Keese Lawyers. Relief from the automatic stay is necessary to complete discovery as to all non-debtor Defendants.

#### **B.** Preliminary Bankruptcy Issues

There is no evidence of any preliminary bankruptcy issues to be decided in the stayed action. Additionally, the Complaint involves only state law issues.

#### C. Creditor Success on the Merits

The automatic stay should also be lifted to permit claim liquidation because Movant, Bedford Law Group, A PC has a high probability of prevailing. A true and correct copy of the Complaint filed in California State Court is attached herein as **Exhibit 1**. Thomas V. Girardi agreed to a 25% fee split in writing on April 14, 2016. Mr. Girardi's letter is attached herein as **Exhibit 2**. Girardi and Keese Lawyers also confirmed in writing to Bedford Law Group, A PC on May 28, 2019 that the underlying case settled in the amount of \$934,300.00. A true and correct copy of Mr. Girardi's letter is attached herein as **Exhibit 3**.

Moreover, continued litigation to liquidate Movant's claims will not burden the estate. Mr. Girardi himself is a non-debtor Defendant in the State Law Action. As such, expenses required for the defense of Mr. Girardi, the individual, and Girardi Keese Layers, are likely one in the same. Mr. Girardi, the individual, would be incurring defense costs regardless of a bankruptcy action. Furthermore, Movant is only seeking relief to fully liquidate its claims against Thomas V. Girardi, Girardi Keese Lawyers and other non-debtor Defendants. Upon liquidation of Movant's claims, Bedford Law Group A PC will petition this Court for further relief with respect to payment of its claims.

#### VI. CONCLUSION

Movant respectfully requests that this Court enter an Order: Granting Bedford Law Group, A PC's relief from the automatic stay to exercise its rights under California state law and continue its litigation against Thomas V. Girardi and Girardi Keese Lawyers in the California state court and for such other relief as this Court deems just and proper.

DATED: January 6, 2021

#### **BEDFORD LAW GROUP, PC**

Shawn Azizzadeh, Esq.
Michelle C. Balady, Esq.
Attorneys for Movant,
Bedford Law Group, A PC

Case 2:20-bk-21022-BR Doc 170-1 Filed 02/09/21 Entered 02/09/21 14:24:53 Desc Supplement Memorandum of Points and Authorities in Support of Motion to Lift Sta Page 8 of 27

# EXHIBIT 1

#### FILED

Superior Court of California County of Los Angeles

#### 10/21/2020

Sherri R. Carter, Executive Officer / Clerk of Court

A. Flores Deputy

SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF LOS ANGELES - CENTRAL DISTRICT

FIRST AMENDED COMPLAINT AND **DEMAND FOR JURY TRIAL** 

- 2) INTENTIONAL INTERFERENCE WITH CONTRACTUAL
- 3) NEGLIGENT INTERFERENCE WITH PROSPECTIVE **ECONOMIC RELATIONS**
- 4) BREACH OF DUTY OF GOOD FAITH AND FAIR DEALING
- 5) VIOLATION OF CAL. BUS. & PROF. CODE § 17200 et seq; AND
- 6) DECLARATORY RELIEF
- 8) QUANTUM MERUIT

"Plaintiffs") with complaints against the above-named Defendants and for causes of action against

#### **INTRODUCTION**

1. Plaintiffs, Shawn Azizzadeh, Esq. and Bedford Law Group P.C. entered into a verbal and written agreement with Thomas G. Girardi and Girardi Keese Lawyers on April 14, 2016 for twenty-five percent of the attorney's fees recovered in a civil case entitled *Christina Fulton v. Uber Technologies, Inc., et al.*; LASC Case No.: BC614754. Upon settlement, Defendants, Tom V. Girardi and Girardi Keese Lawyers fraudulently, unlawfully, unfairly, and in bad faith refused to tender twenty-five percent of the attorney's fees recovered. Defendants, Tyson And Mendes LLP; Hinshaw & Culbertson LLP; Farmer Case & Fedor; James River Insurance Company, and Infinity Property & Casualty Corporation, fraudulently, unlawfully, unfairly, and in bad faith refused to include Plaintiffs, Shawn Azizzadeh and Bedford Law Group, P.C., on the settlement check prior to tendering it to Tom V. Girardi and Girardi Keese Lawyers.

#### THE PARTIES

- 2. At all times mentioned herein, Plaintiff, Shawn Azizzadeh, (hereinafter "Mr. Azizzadeh") was and is an attorney licensed to practice in California and residing in Los Angeles, California.

  Mr. Azizzadeh was and currently is the owner, director and manager of Bedford Law Group, P.C.
- 3. At all times mentioned herein, Plaintiff, Bedford Law Group, P.C. was, and is, a corporation and law firm duly organized and licensed to do business in, and doing business in the County of Los Angeles and the State of California.
- 4. At all times mentioned herein, Defendant, Girardi Keese Lawyers was, and is, a corporation and law firm duly organized and licensed to do business in, and doing business in the County of Los Angeles and the State of California.
- 5. At all times mentioned herein, Defendant, Thomas V. Girardi was and is an attorney licensed to practice in California and resides in Los Angeles, California. Mr. Girardi was and currently is an owner, director and manager of Girardi Keese Lawyers.
- 6. At all times mentioned herein, Defendant, Nelgar J. Carrera was, and is, an individual residing in Los Angeles, California.
- 7. At all times mentioned herein, Defendant, Felix Arguelles was, and is, an individual residing in Los Angeles, California.

- 8. At all times mentioned herein, Defendant, Jose E. Nowotny was, and is, an individual residing in Los Angeles, California.
- 9. At all times mentioned herein, Defendant, Tyson And Mendes LLP was, and is, a corporation and law firm duly organized and licensed to do business in and doing business in the County of Los Angeles and the State of California.
- 10. At all times mentioned herein, Defendant, Hinshaw & Culbertson LLP was, and is, a corporation and law firm duly organized and licensed to do business in and doing business in the County of Los Angeles and the State of California.
- 11. At all times mentioned herein, Defendant, Farmer Case & Fedor was, and is, a corporation and law firm duly organized and licensed to do business in and doing business in the County of Los Angeles and the State of California.
- 12. At all times mentioned herein, Defendant, Uber Technologies, Inc. was and is a corporation doing business in Los Angeles, California.
- 13. At all times mentioned herein, Defendant, Rasier, LLC was and is a California Corporation duly organized under the laws of the State of California.
- 14. At all times mentioned herein, Defendant, Raiser-Cal, LLC was and is a California Corporation duly organized under the laws of the State of California.
- 15. At all times mentioned herein, Defendant, James River Insurance was and is a California Corporation duly organized under the laws of the State of California.
- 16. At all times mentioned herein, Defendant, Infinity Property & Casualty Corporation was and is a California Corporation duly organized under the laws of the State of California.
- 17. Plaintiff is ignorant of the true names and capacities, whether corporate, associate, successor, alter ego, general employer, special employer, joint employer, client employer, labor contractor, individual or otherwise, of Defendants sued herein as DOES 1 50, Inclusive, and therefore sues said Defendants, and each of them, by such fictitious names. Plaintiff will seek leave of court to amend this Complaint to assert the true names and capacities of the fictitiously named Defendants when the same have been ascertained. Plaintiff is informed and believes, and thereon alleges, that each Defendant designated as "DOES" herein is legally responsible for the

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events, happenings, acts, occurrences, indebtedness, damages and liabilities hereinafter alleged and caused injuries and damages proximately therapy to the Plaintiffs, hereinafter alleged.

#### FACTUAL BACKGROUND

- 18. On January 7, 2016, Christina Fulton contacted Bedford Law Group regarding a motor vehicle incident she was involved in that occurred on January 5, 2016. That same day, Christina Fulton entered into an agreement with Bedford Law Group, P.C. to represent her in a lawsuit arising from and pertaining to the damages incurred while riding as a passenger in an Uber vehicle during a motor vehicle incident.
- 19. Christina Fulton signed and dated a retainer agreement, wherein Bedford Law Group agreed to represent Christina Fulton in her civil lawsuit against Uber Technologies, Inc. et al.
- 20. Bedford Law Group, P.C. immediately began obtaining medical records on Ms. Fulton's behalf and submitting letters of representation.
- 21. After Shawn Azizzadeh and Bedford Law Group, P.C. had performed significant investigation and work on the case, Defendant, Thomas V. Girardi advised Shawn Azizzadeh of Bedford Law Group, P.C. that Girardi Keese Lawyers would be taking over the handling of Ms. Fulton's case. Defendants suggested a fee split wherein Plaintiffs, Bedford Law Group, P.C. would receive twenty-five percent of any attorney's fees recovered in Fulton v. Uber Technologies, Inc., et al.; LASC Case No.: BC614754 in exchange for co-counseling the case (hereinafter the "agreement").
- 22. Shawn Azizzadeh of Bedford Law Group, P.C. agreed to the fee split and Defendant Girardi confirmed the agreement in writing on April 14, 2016.
- 23. On or about May 28, 2019, Samantha Gold, from Girardi Keese Lawyers informed Mr. Azizzadeh that Fulton v. Uber Technologies, Inc., et al. had settled in the amount of \$934,300.00.
- 24. Mr. Azizzadeh requested twenty-five percent of the attorney's fees recovered, as agreed upon, and received a response from Samantha Gold from Girardi Keese Lawyers stating, "Mr. Girardi's offer to provide you with a 25% fee was withdrawn . . . "

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- 25. In anticipation of Defendant Girardi Keese Lawyers breach of contract, Shawn Azizzadeh of Bedford Law Group, P.C., filed a Notice of Lien with the Court on June 22, 2017 and mailed the same to Defendants, Girardi Keese Lawyers.
- 26. On information and belief, Girardi Keese Lawyers willfully withheld information regarding Bedford Law Group, P.C.'s lien on the case from the Defendants' insurance company.
- 27. On information and belief, all the settlement funds received in Ms. Fulton's case have been paid and disbursed to the medical providers, Christina Fulton, and Girardi Keese Lawyers.
- 28. On information and belief, Plaintiff thereon alleges that Thomas V. Girardi and Girardi Keese Lawyers directed Defendants to omit Mr. Azizzadeh and Bedford Law Group, P.C. from the settlement checks in exchange for an indemnification agreement.
- 29. On information and belief, Plaintiff thereon alleges that Defendants did omit Mr. Azizzadeh and Bedford Law Group, P.C. from the settlement checks in exchange for an indemnification agreement.
- 30. To date, Girardi Keese Lawyers refuse to provide Mr. Azizzadeh and Bedford Law Group, P.C. with twenty-five percent of the attorney's fees in the case.

#### **FIRST CAUSE OF ACTION**

#### **Breach of Contract**

(Against Thomas V. Girardi and Girardi Keese Lawyers)

- 31. Plaintiffs re-alleges and incorporates by reference all preceding paragraphs as though fully set forth herein.
- 32. Shawn Azizzadeh of Bedford Law Group, P.C. entered into an agreement with Thomas V. Girardi and Girardi Keese Lawyers on April 14, 2016 wherein Thomas V. Girardi and Girardi Keese Lawyers would pay Shawn Azizzadeh of Bedford Law Group, P.C. twenty-five percent of the attorney's fees recovered on *Fulton v. Uber Technologies, Inc., et al.*; LASC Case No.: BC614754 in exchange for co-counseling and assistance on the case.
- 33. On or about May 28, 2019, Samantha Gold, from Girardi Keese Lawyers informed Mr. Azizzadeh that *Fulton v. Uber Technologies, Inc., et al.* had settled in the amount of \$934,300.00.

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- 34. To date, Girardi Keese Lawyers refuse to tender twenty-five percent of the attorney's fees recovered in the case to Mr. Azizzadeh and Bedford Law Group, P.C.35. Mr. Azizzadeh and Bedford Law Group, P.C. have performed all conditions, covenants,
- 35. Mr. Azizzadeh and Bedford Law Group, P.C. have performed all conditions, covenants, and promises required by them on their part to be performed in accordance with the terms and conditions of the written agreement.
- 36. As a result of Defendants' actions, Plaintiffs have suffered damage and Defendants' breach of contract was a substantial factor in causing harm in an amount to be proven at trial.

#### **SECOND CAUSE OF ACTION**

#### Intentional Interference of Contractual Relations

Against Defendants Tyson And Mendes LLP; Hinshaw & Culbertson LLP; Farmer Case & Fedor; James River Insurance Company; Infinity Property & Casualty Corporation; Uber Technologies, Inc.; Rasier, LLC, Rasier-Cal, LLC; Nelgar J. Carrera; Joe E. Nowotny; Felix Arguelles

- 37. Plaintiff re-alleges and incorporates by reference all preceding paragraphs as though fully set forth herein.
- 38. Upon information and belief, Plaintiff thereon alleges that Defendants, and each of them, had actual knowledge of the contract between Girardi Keese Lawyers and Bedford Law Group, P.C. Upon information and belief, Plaintiff thereon alleges that Defendants, and each of them, also had knowledge of Bedford Law Group, P.C's lien on the case.
- 39. Upon information and belief, Plaintiff thereon alleges that Defendants, and each of them, issued a check upon settlement to Girardi Keese Lawyers and intentionally excluded Bedford Law Group, A PC's name from the check.
- 40. Defendants, and each of them, intentionally interfered with the contract between Plaintiffs and Defendants, Thomas V. Girardi and Girardi Keese Lawyers.
- 41. Defendants, and each of them, intended to disrupt the performance of, and/or induce a breach of this contract by omitting Bedford Law Group, P.C.'s name from the settlement check tendered to Girardi Keese Lawyers.
- 42. Defendants' conduct prevented performance of the contract and/or made performance more expensive, difficult or impossible.

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43. Defendants' conduct was a substantial factor in causing Plaintiffs' harm in an amount to be proven at trial.

#### THIRD CAUSE OF ACTION

Negligent Interference of Contractual Relations

(Against Defendants Tyson And Mendes LLP; Hinshaw & Culbertson LLP; Farmer Case & Fedor; James River Insurance Company; Infinity Property & Casualty Corporation; Uber Technologies, Inc.; Rasier, LLC, Rasier-Cal, LLC; Nelgar J. Carrera; Joe E. Nowotny; Felix Arguelles)

- 44. Plaintiff re-alleges and incorporates by reference all preceding paragraphs as though fully set forth herein.
- 45. Upon information and belief, Plaintiff thereon alleges that Defendants, and each of them, had actual or constructive knowledge of the contract between Girardi Keese Lawyers and Bedford Law Group, P.C. Upon information and belief, Plaintiff thereon alleges that Defendants, and each of them, also had actual or constructive knowledge of Bedford Law Group, P.C's lien on the case.
- 46. Upon information and belief, Plaintiff thereon alleges that Defendants, and each of them, issued a check upon settlement to Girardi Keese Lawyers and intentionally excluded Bedford Law Group, P.C.'s name from the check.
- 47. Defendants, and each of them, intentionally interfered with the contract between Plaintiffs and Defendants, Thomas V. Girardi and Girardi Keese Lawyers.
- 48. Defendants, and each of them, disrupted the performance of, and/or induced a breach of this contract by omitting Bedford Law Group, P.C.'s name from the settlement check tendered to Girardi Keese Lawyers.
- 49. Defendants' conduct prevented performance of the contract and/or made performance more expensive, difficult or impossible. Defendants' conduct was a substantial factor in causing Plaintiffs' harm in an amount to be proven at trial.

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#### **FOURTH CAUSE OF ACTION**

**Bad Faith** 

(Against Defendants Thomas V. Girardi and Girardi Keese Lawyers)

- 50. Plaintiff re-alleges and incorporates by reference all preceding paragraphs as though fully set forth herein.
- 51. Mr. Azizzadeh and Bedford Law Group, P.C. entered into an agreement with Thomas V. Girardi and Girardi Keese Lawyers on April 14, 2016 wherein Thomas V. Girardi and Girardi Keese Lawyers would pay Shawn Azizzadeh and Bedford Law Group, P.C. twenty-five percent of the attorney's fees recovered on *Fulton v. Uber Technologies, Inc., et al.*; LASC Case No.: BC614754 in exchange for co-counseling and assistance on the case.
- 52. On or about May 28, 2019, Samantha Gold, from Girardi Keese Lawyers informed Mr. Azizzadeh that *Fulton v. Uber Technologies, Inc., et al.* had settled in the amount of \$934,300.00.
- 53. Plaintiff is informed and believes, and thereon alleges that Thomas V. Girardi and Girardi Keese Lawyers directed Defendants, Tyson And Mendes LLP; Hinshaw & Culbertson LLP; and Farmer Case & Fedor to omit Bedford Law Group, P.C.'s name from the settlement check in exchange for an indemnification agreement.
- 54. To date, Girardi Keese Lawyers refuse to provide Bedford Law Group, P.C. with twenty-five percent of the attorney's fees received on Ms. Fulton's case.
- 55. Mr. Azizzadeh and Bedford Law Group, P.C. fully performed all conditions precedent under the agreement.
- 56. As a result of Defendants' actions, Plaintiffs suffered damage and Defendants' breach of contract was a substantial factor in causing harm.
- 57. Defendant's bad faith action was an intentional and malicious component of a larger scheme to withhold payment from Plaintiff and other similarly situated beneficiaries seeking payment of agreed upon attorney's fees and/or liens.
- 58. Plaintiffs are therefore entitled to compensatory and punitive damages as allowed by law in an amount to be proven at trial.

#### FIFTH CAUSE OF ACTION

Violation of Business and Professions Code Section 17200 et seq.

(Against All Defendants)

- 59. Plaintiff re-alleges and incorporates by reference all preceding paragraphs as though fully set forth herein.
- 60. This is a representative private attorney general action for unfair, unlawful, and fraudulent business practices. On behalf of Plaintiffs and the general public, Plaintiffs bring this claim pursuant to Business and Professions Code section 17200 *et seq*. Defendants' conduct as alleged in this Complaint has been and continues to be unfair, unlawful, fraudulent, and harmful to Plaintiffs and the general public. Plaintiff seeks to enforce important rights affecting the public interest within the meaning of Code of Civil Procedure section 1021.5.
- 61. Business and Professions Code 17200 *et seq*. prohibits unlawful and unfair business practices and precludes a person or entity from engaging in unfair competition, which is defined as business practices that are unlawful, unfair or fraudulent. Section 17203 permits the Court in an action based on allegations of unfair competition to issue injunctive, restitutionary or other equitable relief.
- 62. Plaintiff is a "person" within the meaning of Business and Professions Code section 17204 and therefore has standing to bring this cause of action for injunctive relief, restitution, and other appropriate equitable relief. Plaintiff complied with Code of Civil Procedure section 382.
- 63. Defendants' violation of Business and Professions Code section 17200 includes engaging in fraudulent, unfair, and unlawful practices of denying an attorney lien due and owing to Plaintiffs.
- 64. Plaintiffs are informed and believes and thereon alleges that Defendants violated Business & Professions Code section 17200 by other acts or omissions of which Plaintiffs are presently unaware but which will be shown according to proof at trial.
- 65. The unlawful, unfair, and fraudulent practices alleged above are imminent and continuing in nature and are widespread practices engaged in by Defendants.

- 66. Plaintiffs suffered injury in fact and lost money or property as a result of Defendant's unfair, unlawful, and fraudulent competition. Due to Defendant's unlawful and unfair practices, Plaintiffs have been deprived of the benefits they are entitled to under the attorney lien and written agreement between Thomas V. Girardi and Giradi Keese Lawyers.
- 67. Defendants' acts of unfair, unlawful, and fraudulent competition present a continuing threat to the public's livelihood, welfare and finances. Accordingly, unless Defendants are permanently enjoined and restrained by order of the Court, Defendants will continue to commit acts of unfair, unlawful, and fraudulent competition and will continue to cause irreparable harm and injury to the public.
- 68. Plaintiffs respectfully request this Court order to enjoin Defendants from continuing its unfair, fraudulent, and unlawful practices of willfully, intentionally and maliciously withholding attorney liens, including arbitrarily and capriciously denying payment even when evidence of a written agreement and filed attorney lien is provided.
- 69. Plaintiffs respectfully request that the Court order any other and further equitable relief deemed necessary, including restitutionary relief as a result of the unfair, unlawful, and fraudulent practices alleged herein.
- 70. Plaintiffs respectfully request an award of attorney fees upon prevailing in this request for injunctive relief.

#### SIXTH CAUSE OF ACTION

#### **Declaratory Relief**

- 71. Plaintiffs re-allege and incorporate by reference all preceding paragraphs as though fully set forth herein.
- 72. Plaintiffs, Shawn Azizzadeh, Esq. and Bedford Law Group P.C. entered into a verbal and written agreement with Thomas G. Girardi and Girardi Keese Lawyers on April 14, 2016 for twenty-five percent of the attorney's fees recovered in a civil case entitled Christina *Fulton v*. *Uber Technologies, Inc., et al.*; LASC Case No.: BC614754. Upon settlement, Defendants fraudulently, unlawfully, unfairly, and in bad faith refused to tender twenty-five percent of the attorney's fees recovered.

73. The need for Court Declaration of the enforceability of the private agreement between Defendant, Girardi V. Keese, Girardi Keese Lawyers and Plaintiff is an actual need, because Defendants, Thomas G. Girardi and Girardi Keese Lawyers are willfully, intentionally, and maliciously withholding attorney's fees owed and due to Plaintiffs, Shawn Azizzadeh and Bedford Law Group, P.C. Plaintiffs have completed all actions required for payment of the attorney lien, or are relieved of any further action, prior to Defendants paying the attorney liens.

#### **SEVENTH CAUSE OF ACTION**

#### Accounting

(Against Thomas V. Girardi and Girardi Keese Lawyers)

- 74. Plaintiffs re-allege and incorporate by reference all preceding paragraphs as though fully set forth herein.
- 75. In the event the Court should refuse to validate the agreement between Plaintiffs and Defendants, as described above, Plaintiffs alternatively allege a cause of action for accounting, in lieu of the actions above for breach of contract, and breach of duty of good faith and fair dealing.
- 76. Mr. Azizzadeh and Bedford Law Group, P.C. entered into an agreement with Thomas V. Girardi and Girardi Keese Lawyers on April 14, 2016 wherein Thomas V. Girardi and Girardi Keese Lawyers would pay Shawn Azizzadeh and Bedford Law Group, P.C. twenty-five percent of the attorney's fees recovered on *Fulton v. Uber Technologies, Inc., et al.*; LASC Case No.: BC614754 in exchange for co-counseling and assistance on the case.
- 77. Subsequently, Plaintiffs and Defendants jointly undertook representation of Christina Fulton regarding her claims arising from the January 5, 2016 motor vehicle. Plaintiffs, Shawn B. Azizzadeh and Bedford Law Group, A PC, fully performed all obligations pursuant to the agreement with the above-named Defendants.
- 78. On or about May 28, 2019, Samantha Gold, from Girardi Keese Lawyers informed Mr. Azizzadeh that *Fulton v. Uber Technologies, Inc., et al.* had settled in the amount of \$934,300.00.

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- 79. Defendants, and each of them, have failed to compensate Plaintiffs for legal services performed totaling 25% of the attorney's fees recovered in Ms. Fulton's case, pursuant to the agreement between Plaintiffs and Defendants.
- 80. To date, Defendants, and each of them, have failed to compensate Plaintiffs for legal services performed pursuant to the agreement.
- 81. Plaintiffs are entitled to reasonable attorney's fees, pursuant to the agreement. As a direct and proximate cause of Defendant's breach of the Fee Agreement, Plaintiffs have been damaged by Defendants' failure to pay Plaintiffs any attorney's fees.
  - 82. Plaintiffs have been damaged in an amount to be determined according to proof at trial.

#### SEVENTH CAUSE OF ACTION

Quantum Meruit

(Against Thomas V. Girardi and Girardi Keese Lawyers)

- 83. Plaintiffs re-allege and incorporate by reference all preceding paragraphs as though fully set forth herein.
- 84. In the event the Court should refuse to validate the agreement between Plaintiffs and Defendants, as described above, Plaintiffs alternatively allege a cause of action for quantum meruit, in lieu of the actions above for breach of contract, and breach of duty of good faith and fair dealing.
- 85. Mr. Azizzadeh and Bedford Law Group, P.C. entered into an agreement with Thomas V. Girardi and Girardi Keese Lawyers on April 14, 2016 wherein Thomas V. Girardi and Girardi Keese Lawyers would pay Shawn Azizzadeh and Bedford Law Group, P.C. twenty-five percent of the attorney's fees recovered on *Fulton v. Uber Technologies, Inc., et al.*; LASC Case No.: BC614754 in exchange for co-counseling and assistance on the case.
- 86. Plaintiffs, Shawn B. Azizzadeh and Bedford Law Group, A PC, fully performed all obligations pursuant to the agreement with the above-named Defendants.
- 87. On or about May 28, 2019, Samantha Gold, from Girardi Keese Lawyers informed Mr. Azizzadeh that *Fulton v. Uber Technologies, Inc., et al.* had settled in the amount of \$934,300.00.

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- 88. Defendants, and each of them, have failed to compensate Plaintiffs for legal services performed totaling 25% of the attorney's fees recovered in Ms. Fulton's case, pursuant to the agreement between Plaintiffs and Defendants.
- 89. To date, Defendants, and each of them, have failed to compensate Plaintiffs for legal services performed pursuant to the agreement.
  - 90. Plaintiffs have been damaged in an amount to be determined according to proof at trial.
- 91. Plaintiffs are entitled to reasonable attorney's fees, pursuant to the agreement. As a direct and proximate cause of Defendant's breach of the Fee Agreement, Plaintiffs have been damaged by Defendants' failure to pay Plaintiffs any attorney's fees.
  - 92. Plaintiffs have been damaged in an amount to be determined according to proof at trial.

#### **PRAYER FOR RELIEF**

WHEREFORE, Plaintiff prays for judgment against Defendant as follows:

- 1) Damages for breach of Defendants' contractual duty to pay attorney's fees in the amount of twenty-five percent, plus interest;
- 2) General and special damages, including mental and emotional distress, and prejudgment and post judgment interest for breach of the implied covenant of good faith and fair dealing;
- 3) Punitive and exemplary damages for breach of the implied covenant of good faith and fair dealing in an amount to be determined at trial pursuant to C.C.P. §3294;
  - 4) Attorney fees incurred, pursuant to Brandt v. Superior Court (1985) 37 Cal.App.3d 813;
  - 5) Costs of suit incurred herein; and
- 6) An award of attorney fees in enforcing the unfair competition laws of Business & Professions Code section 17200 et seq. on behalf of the public welfare;
- 7) For a declaratory ruling of the Court that the full amount of the attorney's lien must be paid to Plaintiff forthwith; and
  - 8) Such other and further relief as the court deems just and proper.

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	1	DATED:	October 21, 2020	BEDFORD LAW GROUP, P.C.
BEDFORD LAW GROUP, A PC 1875 CENTURY PARK EAST, SUITE 1790 LOS ANGELES, CA 90067	2			Shawn Azizzadeh, Esq. Michelle Balady, Esq. Attorneys for Plaintiff, Shawn Azizzadeh and Bedford Law Group, P.C.
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# EXHIBIT 2

From: Samantha Gold <sgold@girardikeese.com>

Sent: Tuesday, May 21, 2019 5:02 PM

**To:** Shawn Azizzadeh, Esq. <<u>Shawn@bedfordlg.com</u>> **Cc:** John Courtney <<u>jcourtney@girardikeese.com</u>> **Subject:** RE: Our Former Client: Christina Fulton

#### Dear Mr. Azizzadeh:

You are correct that the matter has settled, but it appears that Mr. Girardi's offer to provide you with a 25% fee was withdrawn upon the filing of your lien (as communicated to you in writing in June of 2016).

Accordingly, please provide my office with information about the services you rendered to Ms. Fulton in this

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case, including but not limited to, the amount of hours allocated.

Sincerely,

Samantha K. Gold, Esq.

GIRARDI KEESE

1126 Wilshire Blvd.

Los Angeles, CA 90017

Tel. (213) 977-0211 Ext. 303

Fax. (213) 481-1554

sgold@girardikeese.com

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# EXHIBIT 3

Case 2:20-bk-21022-BR Doc 170-1 Filed 02/09/21 Entered 02/09/21 14:24:53 Desc Supplement Memorandum of Points and Authorities in Support of Motion to Lift Sta Page 27 of 27

From: Samantha Gold <sgold@girardikeese.com>

Sent: Tuesday, May 28, 2019 11:26 AM

To: Shawn Azizzadeh, Esq.

Cc: John Courtney

Subject: RE: Our Former Client: Christina Fulton

Dear Mr. Azizzadeh:

Please be advised that the matter settled for a sum total of \$924,300.00; however, Ms. Fulton's recovery will be drastically reduced due to numerous medical provider liens exceeding \$450,000.00. Ms. Fulton treated virtually exclusively under lien agreements for the injuries sustained in the subject collision. Further, the litigation was ongoing for over three years, resulting in substantial case costs for multiple depositions, mediation, etc.

Monies have not yet been disbursed.

Sincerely,

#### Samantha K. Gold, Esq.

GIRARDI KEESE

1126 Wilshire Blvd. Los Angeles, CA 90017 Tel. (213) 977-0211 Ext. 303 Fax. (213) 481-1554 sgold@girardikeese.com

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From: Shawn Azizzadeh, Esq. [mailto:Shawn@bedfordlg.com]

**Sent:** Tuesday, May 28, 2019 10:35 AM

**To:** Samantha Gold **Cc:** John Courtney

**Subject:** Re: Our Former Client: Christina Fulton

Hello:

I am following up again. Please provide me with the settlement information by COB today. This is our 4th request. Thanks.

Sincerely,

Shawn Azizzadeh, Esq.